FISCAL NOTE SB 2353 - HB 2758

February 5, 2000

SUMMARY OF BILL: Requires individuals applying for registration or renewal of registration for a noncommercial motor vehicle to possess a valid driver's license in order to be issued registration plates or decals. Provides for the issuance of plates and decals to individuals without driver's licenses under certain circumstances including those who have a licensed driver living with them or at their disposal provided the required documentation is presented.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$100,000

Increase Local Govt. Expenditures* - Exceeds \$100,000 Decrease Local Govt. Revenues - Exceeds \$100,000

Assumes:

- at least 5,000 individuals who would have been able to register their vehicles under current law will be prevented from doing so due to suspended or revoked licenses resulting in decreased revenues to the state and local governments from registration fees and wheel taxes. These decreases are estimated to exceed \$100,000.
- county clerks have the technology in place to check validity of driver's licenses and may continue to process renewals by mail.
- increase in local government expenditures for the administrative costs to counties associated with the new requirements including additional personnel and postage expenses. Such an increase is estimated to exceed \$100,000 statewide.

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

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Junes a. Downport

James A. Davenport, Executive Director